

PURE MICHIGAN FOCUS

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Senate Economic Development Committee
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Michigan Economic Development Corporation



The MEDC promotes smart economic growth by developing strategies and providing services to create and retain good jobs and a high quality of life.

- The state's economic development authority, with direct control over resources and programs
- Partnership between the State of Michigan and local communities
- One-stop resource for business retention, expansion and relocation projects
- Structure allows for speed, continuity and flexibility

Regional Focus

Ten development regions

- 67 Interlocal and 87 corporate partners
- Work together to align regional services and priorities

MEDC and service providers have aligned territories

- MEDC Field Teams & Support
- Michigan Works! Agencies (MWAs)
- Michigan Small Business & Technology Development Centers (MI-SBTDC)
- Michigan Manufacturing Technology Centers (MMTC)
- Transportation (MDOT)
- Agriculture & Rural Development (MDARD)



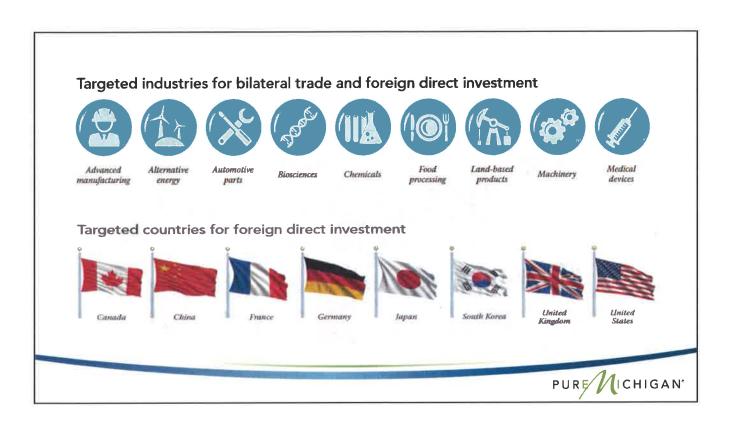
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Business Tax Reform

- Corporate tax rank from #49 to #7
- Overall tax rank from #18 to #12
- 3rd among the nation's 12 largest states

Best in the Midwest!

At Least 80% Tax Cut for Businesses



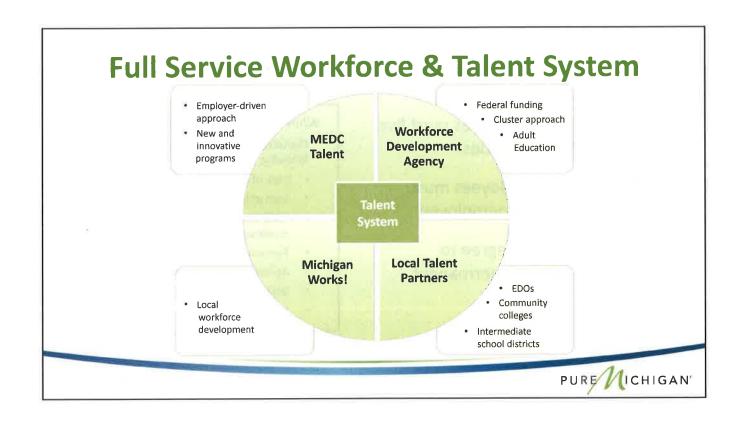


2013 National Cable Buy \$13 million – 5,000 airings of Pure Michigan TV commercials from March through June The Weather Channel COOKING COOKING



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Community Ventures

Mission

- Alleviate poverty and promote public safety in our four highest crime cities: Detroit, Pontiac, Flint and Saginaw.
- Place 1,000 "structurally unemployed" residents of target communities into longterm employment by the end of FY 2013.

Vision

By promoting employment for at-risk youth, ex-offenders and other CV eligible city residents, we will provide a career pathway out of poverty and promote safe communities.

Funding

\$10 million

appropriation in FY 2013 and FY 2014

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Program Requirements

- Prospective employees must live in target communities
- Prospective employees must be structurally unemployed
- Employers must agree to provide full-time permanent employment

What is "Structurally Unemployed"?

Eligibility criteria includes <u>one</u> of the following:

- · Lack of education
- Lack of functional literacy
- Long-term disconnection from employment
- · Formerly incarcerated
- At-Risk Youth
- Disabled
- Low income

Promoting Employment

Program Tools:

- Pre-screened Talent "job ready" local talent
- **Employer Grants** wage subsidy grants per each permanent, full-time employee
- Wraparound Services employment retention and removal of barriers to employment
- Career Pathways employer tailored career support for CV participants

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Promoting Social Enterprise

Social Enterprise: Private-public partnerships that provide a social good.

Community Ventures promotes social enterprise by:

- Expanding Existing Enterprises: Provides funding/support for viable social enterprise efforts that create jobs for CV eligible persons.
- **Promoting New Enterprises:** Through business competitions, we promote a social entrepreneurial eco-system in our target communities and provide funding for new enterprises.



Results: Summary

60 employers have promised to hire **1,910** CV participants

13 employers are in the Flint area

1,014 CV participants have been placed into employment

149 currently employed in Flint

The average wage of those who are currently working is **\$11.52** per hour

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FY 2013 Success Stories - Flint

Lapeer Plating & Plastics

- Customized training program
- Transportation Pilot new fixed route added by MTA
- · 61 employed

New Life Enterprises

- Diplomat Pharmacy and Landaal partnership
- Customized training program and wraparound services
- 25 employed

Senderra Specialty Pharmacy

- Customized pre-screening, regularly scheduled job information orientation sessions
- 13 employed

Making it Real in Flint



MCRP Flint Cornerstone Project: URC FJ, LLC, a subsidiary of the Uptown Reinvestment Corporation, will redevelop four city blocks in downtown Flint to create an emerging health and wellness district. The project will consist of three main projects: renovation of the former Flint Journal's headquarters to make way for MSU's Flint Public Health & Medical Campus project; relocation of the 70-plus vendor Flint Farmers Market to the vacant Flint Journal printing facility; and demolition of the Genesee Towers property to make way for an urban plaza.

Projected Private Investment: \$29.8 million

Projected Job Creation: 75

MCRP Incentive: \$5.6 million performance-based equity contribution

MCRP Project: Uptown RDA, a subsidiary of Uptown Developments, based in Flint, plans to construct a new facility at 420 South Saginaw Street in downtown Flint to house the new Genesys Downtown Flint Medical Facility.

Projected Private Investment: \$3.7 million

Projected Job Creation: 20

Incentive: \$625,000 performance-based grant





Genesys Health System is a group of affiliated medical campuses, outpatient centers, primary care locations and ancillary health care organizations with a mission and history of improving community health.

